

General Assembly

Raised Bill No. 6513

January Session, 2013

LCO No. 2585



Referred to Committee on JUDICIARY

Introduced by: (JUD)

AN ACT CONCERNING THE BUDGET AND SPECIAL ASSESSMENT APPROVAL PROCESS IN COMMON INTEREST COMMUNITIES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Subsections (a) and (b) of section 47-261e of the general
- 2 statutes are repealed and the following is substituted in lieu thereof
- 3 (*Effective October 1, 2013*):
- 4 (a) The executive board, at least annually, shall adopt a proposed
- 5 budget for the common interest community for consideration by the
- 6 unit owners. Not later than thirty days after the adoption of a
- 7 proposed budget, the executive board shall provide to all unit owners
- 8 a summary of the <u>proposed</u> budget, including a statement of the
- 9 amount of any reserves, and a statement of the basis on which such
- reserves are calculated and funded. Simultaneously, the board shall set
- a date not less than ten days or more than sixty days after providing the summary for either a meeting of the unit owners or a vote by ballot
- the summary for either a meeting of the unit owners or a vote by ballot without a meeting to consider approval or rejection of the proposed
- budget. If, at that meeting or in the vote by ballot, a majority of [all]
- 15 unit owners [or any larger number specified in the declaration] votes

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to reject the <u>proposed</u> budget, the <u>proposed</u> budget shall be rejected, <u>provided not less than thirty-three and one-third per cent of the unit owners entitled to vote on the proposed budget, vote at that meeting <u>or in the vote by ballot to reject the proposed budget</u>. [If, at that meeting or in the vote by ballot, a majority of all unit owners or any larger number specified in the declaration does not vote to reject the budget, the budget shall be approved. The <u>lf an association's declaration or bylaws include quorum requirements for a meeting, the absence of a quorum at such meeting or participating in the vote by ballot shall not affect rejection or approval of the budget. If a proposed budget is rejected, the budget last approved by the unit owners continues until unit owners approve a subsequent budget. <u>If a proposed budget is not rejected in accordance with the provisions of this subsection, the proposed budget shall be deemed approved.</u></u></u>

(b) The executive board, at any time, may propose a special assessment. Not later than thirty days after adoption of a proposed special assessment, the executive board shall provide to all unit owners a summary of the proposed special assessment. Unless the declaration or bylaws otherwise provide, if [such] the proposed special assessment, together with all other special and emergency assessments proposed by the executive board in the same calendar year, do not exceed fifteen per cent of the association's last adopted periodic budget for that calendar year, the proposed special assessment is effective without approval of the unit owners. Otherwise, the board shall set a date not less than ten days or more than sixty days after providing the summary for either a meeting of the unit owners or a vote by ballot without a meeting to consider approval or rejection of the proposed special assessment. If, at [such] that meeting or in the [balloting] vote by ballot, a majority of [all] unit owners [or any larger number specified in the declaration] votes to reject the proposed special assessment, the proposed special assessment shall be rejected, provided not less than thirty-three and one-third per cent of the unit owners entitled to vote on the proposed special assessment, vote at

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49 that meeting or in the vote by ballot to reject the proposed special 50 assessment. [If, at such meeting or in the balloting, a majority of all 51 unit owners or any larger number specified in the declaration does not 52 vote to reject the special assessment, the special assessment shall be 53 approved. The If an association's declaration or bylaws include 54 quorum requirements for a meeting, the absence of a quorum at such 55 meeting or participating in the vote by ballot shall not affect the 56 rejection or approval of the special assessment. If a proposed special 57 assessment is not rejected in accordance with the provisions of this 58 subsection, the proposed special assessment shall be deemed 59 approved.

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	October 1, 2013	47-261e(a) and (b)

Statement of Purpose:

To revise voting requirements governing the rejection or approval of proposed budgets and special assessments by unit owners in common interest communities.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

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